

Form 3160-3 (November 1983) (formerly 9-331C)

#### SUBMIT IN TRIPLICATE.

(Other instructions on reverse side)

Form approved. Budget Bureau No. 1004-0136 Expires August 31, 1985

UNITED STATES
DEPARTMENT OF THE INTERIOR

		LAND MANAGEN			5 LEANS DESIGNATION U-208	394
APPLICATIO	N FOR PERMIT	TO DRILL, DE	PEN, OR PLUG I	BACK	G IF INDIAN, AI LOTTEI	
IA. TYPE OF WORK  DR	RILL 🖳	DEEPEN [	PLUG BA	ск 🗆	7 UNIT AGREEMBNT H	AMB -
011	NELL OTHER		SINGLE MULTII	" <b>!</b>	8 PARM OR LEASE NAI Horse C	19
3 ADDRESS OF OPERATOR		orporation	(303) 694		13-24 F	ederal
4 LOCATION OF WELL (I			Englewood, Co.	80111	Wildo	at wildcat
At proposed prod so		. & 1760' FWL	(SESW)		13-38S-23E	34
	12 air miles				12 COUNTY OF PARISE San Juan	
10. DISTANCE FROM PROP LOCATION TO NEARES PROPERTY OR LEASE (Also to Despest dr)	USED* T LINE, FT. g Unit line, if any)		NO OF ACRES IN LEASE 640	17 NO. 01	F ACRES ABBIGNED	40
OR APPLIED FOR, ON TH	ORILLING, COMPLETED,	1,265'	6,265'	20. ROTAR	T OR CABLE TOOLS	Rotary
21. ELEVATIONS (Show wh	ether DF, RT, GR, etc )	5,363' ungra	ded		Upon Ap	
23		PROPOSED CASING	ND CEMENTING PROGRA	/M	768526	EIRDE MANEE
SIZE OF ROLE	BIZE OF CABING	WEIGHT PER FOOT	SETTING DEPTH		QUANTITY OF CEMEN	111 100 130
	1	•		1	51 11 11	- C. J. J. J. C. J

1. Well is located on federal surface and subsurface.

DIVISION OF Oil CAS 8 MINING

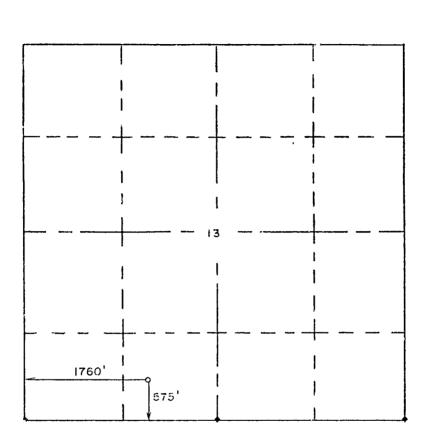
2. BOP, casing, and cementing programs are on PAGES 2-4. On CAS Request an exception due to topography (avoiding a wash). Well is an exception to the quarter-quarter line, NOT to the lease line. Proposed unorthodox location will reduce environmental impact compared to closest orthodox location. William C. Armour, Jr.; Chorney Oil Company; and Texaco Producing Inc. are the lessees of record and have designated Wintershall Corporation as the operator of all lands within a minimum 575' radius of the proposed well. See PAGE 17 for lease description. See PAGE 21

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM. If proposal is to deepen or plug back, give data on present productive sone and proposed new productive sone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any

for diagram illustrating options per UDOGM Rule 302.1(c).

24		
BIGNED Suc 103 (30-3) 56	5-3773 Consultant	Nov. 6, 1986
(This space for Federal or State office use)		
•		OF UTAH DIVISION OF
PERMIT NO 43-037-31285	APPROVAL DATE	ОЊ, GAS, AND MINING
Annau		DATE/ 11-14-86
CONDITIONS OF APPROVAL, IF ANY .	TITLE	Hetalen Dara Dara
	cc: Howell (3), Lowry	WELLSPACING:

#### WELL LOCATION PLAT



#### WELL LOCATION DESCRIPTION

WINTERSHALL OIL & GAS
13-24 Horse Canyon
575'FSL & 1760'FWL
Section 13, T.38 S., R 23 E , SLM
San Juan County, Utah
5363' grd. elevation
Reference: N60°03'E, 275', 5377'

The above plat is true and correct to my know 1905 e5706

Gerald G. Huddle

Huddleston, LS

lief.

ERED LAND

11-04-186

1"=1000'



**BASF** Group

November 5, 1986

Bureau of Land Management Branch of Fluids P.O. Box 970 Moab, Utah 84532

Dear Sirs,

Brain Wood with Permits West, Inc. is employed by Wintershall Corporation and as such has the authority to sign APD's as agent for Wintershall Corporation.

Sincerely,

David P. Howell Operations Manager

Rocky Mountain Division

Dail P. Howel

CPH/cjr EL.,losure

#### SUPERVISOR, OIL AND GAS OPERATIONS:

## **DESIGNATION OF OPERATOR**

The undersigned is, on the records of the Bureau of Land Management, holder of oil and gas lesse

DISTRICT LAND OFFICE: SERIAL NO.: U-20894

and hereby designates

NAME: Wintershall Corporation

ADDRESS: 5251 DTC Parkway, Suite 500, Englewood, CO. 80111

as his operator and local agent, with full authority to act in his behalf in complying with the terms of the lease and regulations applicable thereto and on whom the supervisor or his representative may serve written or oral instructions in securing compliance with the Oil and Gas Operating Regulations with respect to (describe acreage to which this designation is applicable):

## Township 38 South, Range 23 East

Section 13: St Section 14: St

San Juan County, Utah

It is understood that this designation of operator does not relieve the lessee of responsibility for compliance with the terms of the lease and the Oil and Gas Operating Regulations. It is also understood that this designation of operator does not constitute an assignment of any interest in the lease.

In case of default on the part of the designated operator, the lessee will make full and prompt compliance with all regulations, lease terms, or orders of the Secretary of the Interior or his representative.

The lessee agrees promptly to notify the oil and gas supervisor of any change in the designated operator.

William C. Armour, Jr.

3422 So. Energy Lane, Casper, Wy.

82604

(Address)

10/28/86

(Date)

### DESIGNATION OF OPERATOR

The undersigned is, on the records of the Bureau of Land Management, holder of lease

DISTRICT LAND OFFICE: SERIAL NO.: UTAH 20894

and hereby designates

WINTERSHALL CORPORATION

Name:

5251 DTC Parkway, Ste 500

ADDRESS:

Englewood, CO 80111

as his operator and local agent, with full authority to act in his behalf in complying with the terms of the lease and regulations applicable thereto and on whom the supervisor or his representative may serve written or oral instructions in securing compliance with the Operating Regulations with respect to (describe acreage to which this designation is applicable):

Township 38 South, Range 23 East Section 13: S<sup>1</sup>/<sub>2</sub> Section 14: S<sup>1</sup>/<sub>2</sub>

San Juan County, Utah

It is understood that this designation of operator does not trilieve the lessee of responsibility for compliance with the terms of the lease and the Operating Regulations. It is also understood that this designation of operator does not constitute an assignment of any interest in the lease.

In case of default on the part of the designated operator, the lessee will make full and prompt compliance with all regulations, lease terms, or orders of the Secretary of the Interior or his representative.

The lessee agrees promptly to notify the supervisor of any change in the designated operator.

ATTEST:

CHORNEY OIL COMPANY

neraver 28; 1986

Vice Pres. (Signature of Issues)
555 17th Street, Ste 1000
Denver, CO 80202-3910

(Addrson)

#### (Submit in triplicate to appropriate BLM District Office)

# UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

#### DESIGNATION OF OPERATOR

The undersigned is, on the records of the Bureau of Land Management, holder of lease

STATE OFFICE Salt Lake City, Utah

SERIAL No.: U-20894

and hereby designates

NAME. Wintershall Corporation ADDRESS. 5251 DTC Parkway, Suite 500

Englewood, Colorado 80111 as his operator and local agent, with full authority to act in his behalf in complying with the terms of the lease and regulations applicable thereto and on whom the authorized officer may serve written or oral instructions in securing compliance with the Operating Regulations (43 CFR 3160) with respect to (describe acreage to which this designation is applicable):

Township 38 South, Range 23 East, S.L.M. Section 13: SW4

It is understood that this designation of operator does not relieve the lessee of responsibility for compliance with the terms of the lease and the Operating Regulations. It is also understood that this designation of operator does not constitute an assignment of any interest in the lease.

In case of default on the part of the designated operator, the lessee will make full and prompt compliance with all regulations, lease terms, or orders of the Secretary of the Interior or his representative.

The lessee agrees promptly to notify the authorized officer of any change in the designated operator.

TEXACO PRODUCING INC

(Signature of lease

D.P. Loughry
Attornev-in-Fact

2 0 Box 2100 Denver, CO 80201

November 3, 1986

This form does not constitute an information collection as defined by 44 U.S.C. 3502 and thereto does not require OMB approval.

Sec. 13, T. 38 S., R. 23 E. San Juan County, Utah

All lease and/or unit operations will be conducted in full compliance with applicable laws, regulations (43 CFR 3100), Onshore Oil & Gas Order #1, and the approved plan of operations The operator is fully responsible for the actions of his subcontractors Wintershall will furnish a copy of these conditions to its field representative to assure compliance.

# 8 Point Drilling Program

1. The estimated tops of important geologic markers are.

Formation Name	Deoth	Subsea
Dakota	000,	+5363' (ungraded)
Morrison	115	+5248'
Bluff	745'	+4618'
Entrada	997'	+4366'
Navajo	1175'	+4188'
Chinle	2095'	+3268'
DeChelly Cutler	2815'	+2548'
Hermosa	4713'	+ 650'
Upper Ismay	5939'	- 576'
Lower Ismay	6057'	- 694'
Desert Creek	6157	- 794'
Akah (T D.)	6265'	- 902'

2 The estimated depths at which water, oil, gas, or other inineral bearing zones are expected to be encountered are

Possible Water Zone Nava 10. 1175'

Possible Oil Zones

Upper Ismay: 5939' Lower Ismay: 6057' Desert Creek: 6157'



Surface casing will be set 50' into the Chinle Water bearing zones will be protected with weighted mud. All fresh water encountered during drilling will be recorded by depth, cased, and cemented. All oil and gas shows will be tested to determine commercial potential.

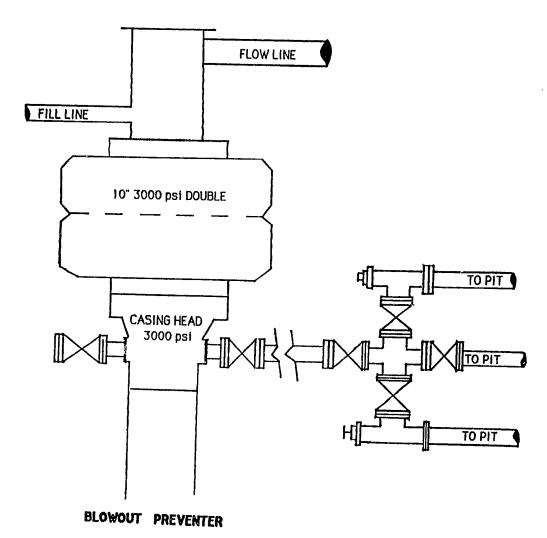
BOP systems will be consistent with API RP 53. A diagram of a typical 3000 psi BOP (actual model will not be known until bid is let) is on Page 3.

Pressure tests will be conducted before drilling out from under all casing strings which are set and cemented in place. BOP controls will be installed before drilling the surface casing plug, and will stay in use until the well is completed or abandoned Preventers will be pressure tested before drilling casing cement plugs. All BOP mechanical and pressure tests will be recorded on the drillers log Call Mike Wade at the Resource Area (801) 587-2141 or home (801) 587-2026 one day before pressure testing If Mike is gone, call Greg Noble at the District Office (801) 259-6111 or home (801) 259-8811.

BOPs will be inspected and operated at least daily to assure good mechanical working order. This inspection will be recorded on the daily drilling report.

- 4. The following may be inspected Call Mike Wade at the Resource Area (801) 587-2141 or home (801) 587-2026 one day before the event, or on a dry hole as soon as possible if unable to reach Mike Wade, call Greg Noble at the District Office (801) 259-6111 or home (801) 259-8811
  - The cementing and testing of surface casing
  - If a dry hole, setting and testing of surface casing shoe plug
  - If a depleted producer, setting and testing of plugs across the producing horizon and, if applicable, the surface casing shoe plug and/or annulus (casing to formation) squeeze jobs.







The San Juan Resource Area ((801) 587-2141) will be notified 1 day before running casing strings and cement. The proposed casing and cementing program is:

Hole Size	O.D.	Weight.	Grade	Ivne	Age	Setting Depth
17-1/2"	13~3/8"	54*	J-55	ST&C	New	0 80.
12-1/4"	9-5/8*	36#	J-55	ST&C	New	0'-2145'
7-7/8"	5-1/2"	155#	J-55	ST&C	New	0'-6265' (TD)

Conductor Pipe: Cement to surface (0' to 80') with 125 sx

Surface Casing Cement to surface (0' to 2145') with:

Lead System I ail System
1,000 sx "Lite" 100 sx Class B

Production Casing Cement to surface (0' to 6265') with 150 sx low water loss Class B

5. The proposed mud program is:

Depth	<u> Iype</u>	Weight	Yiscosity .	E/L	пΗ
0'-3500'	Gel-Water	87-8.8	30	N/C	N/C
3500'-5000'	Gel w/ Chem	90-9.5	40	12-15	10
5000'-6265' (TD)	Gel w/ Chem	9.5-10.5	40-45	8-10	10+

6. Drill stem tests will be run in the Upper and Lower Ismay, our primary objectives, if good shows are found No cores are anticipated. The following logs will be run:

DIL/SFL, Gamma Ray/SP, BHC/Sonic: Base of Surface Casing to TD Density Neutron & Dipmeter Zones of Interest from 4500' to TD



Whether the well is completed as a dry hole or producer, "Well Completion or Recompletion Report and Log" (Form 3160-4) will be submitted not later than 30 days after completion of the well, or after completion of operations being performed, per 43 CFR 3164 Two copies of all logs, core descriptions & analyses, well test data, geologic summaries, sample descriptions, and all other data obtained during the drilling, workover, and/or completion operations, will be filed with Form 3160-4. (If requested, sample cuttings, fluids, and/or gases will be submitted to the District Manager.)

- 7. The maximum expected bottom hole pressure is 3500 psi.
  No abnormal pressures, temperatures, or hydrogen sulfide are expected
- 8. The anticipated spud date is November 15, 1986. It is expected it will take 20 days to drill the well and 10 days to complete the well.

Wintershall, or its dirt contractor, will contact the Resource Area before beginning dirt work.

No location will be constructed or moved, no well will be plugged, and no drilling or workover equipment will be removed from a well to be placed in a suspended status without prior approval of the District Manager. If operations are to be suspended, prior approval of the District Manager will be obtained and notification given before resumption of operations.

The spud date will be phoned to the Resource Area, a minimum of 24 hours before spudding A Sundry Notice (Form 3160-5), reporting the spud date and time, will be sent to the District Manager within 24 hours after spudding if the spud is on a weekend or holiday, the Sundry will be sent on the following regular work day



Starting with the month in which operations begin, and continuing each month until the well is physically plugged and abandoned, a "Monthly Report of Operations" (Form 3160-6) will be sent to the District Manager

Immediate Report: Spills, blowouts, fires, leaks, accidents, or any other unusual events will be promptly reported to the Resource Area per NTL-3A.

A Sundry Notice will be filed for prior approval of the District Manager if a replacement rig is planned for completion. All conditions of this approved plan apply to all operations of the replacement rig. In emergencies, verbal approval can be given by the District Manager.

If the well is successfully completed for production, then the District Manager will be notified Written notification will be sent not later than 5 business days following the date on which the well is placed on production. The Resource Area will schedule a first production conference within 15 days after receipt of the first production notice.

Approval to vent/flare gas during intial well evaluation will be obtained from the District Manager. This preliminary approval will not exceed 30 days or 50 MMcf of gas. Approval to vent/flare beyond this initial period will require the District Manager's approval per NTL-4A.

No well abandonment operations will begin without the prior approval of the District Manager With a newly drilled dry hole, failure, or emergency, oral approval will be obtained from the District Manager. A Sundry Notice will be sent to the District Manager within 30 days following completion of the well for abandonment. The Sundry will note where plugs were placed and the current status of surface restoration Final abandonment will not be approved until the reclamation required by the approved APD or abandonment notice has been completed to the satisfaction of the Area Manager



PAGE 7

Once plugged, a regulation dry hole marker will be erected. The following information will be beaded on with a welding torch. Wintershall Oil and Gas Corp., Horse Canyon 13-24 Federal, SESW 13-38S-23E, U-20894



#### 13 Point Surface Use Plan

#### 1. EXISTING ROADS (See PAGES 16 &17)

From the Post Office in Montezuma Creek, Utah, go 14.1 mi. north on Utah 262

Then turn right and go east 0.1 mi. on a paved county road.

Then turn left and go north 4.4 mi. on a dirt county road.

Then turn right and go east 0.4 mi. on an unreclaimed seismic trail.

All access is state, county, or on-lease road. The roads will be maintained to a standard at least equal to their present condition. No improvements or new disturbances are planned An Encroachment Permit has been submitted to the San Juan County Road Dept.

# 2. ROADS TO BE BUILT OR UPGRADED (See PAGES 16 & 17)

From the 0.4 mi. mark on the seismic trail, a new road 0.3 mi. in length will descend north and east to the well. The seismic trail (if not previously upgraded for the Horse Canyon 13-14 Well) and new road will both be flat bladed with a 20' wide running surface (30' maximum disturbed width). Maximum grade will be 8%. There will be no turnouts, fence crossings, culverts, or major cuts or fills. An archaeological site along the new road will be scrupulously avoided.

Surface disturbance and vehicle travel will be limited to the approved location and access. Any additional area needed will be approved in advance by the Area Manager. If access is used during wet winter weather, road surfacing may be required.



The access road will be water barred or brought to Class III Road Standards within 60 days of dismantling the drill rig. If this deadline cannot be met, the Resource Area will be notified so temporary drainage control can be installed Class III Road Standards control drainage through the use of topography, ditch turnouts, dips, outsloping, crowning, low water crossings, and culverts Specific measures will be determined at a field inspection.

#### 3. EXISTING WELLS (See PAGE 17)

There are no existing water, injection, or disposal wells within a one mile radius Meridian Oil is currently completing the only producer, Havasu Federal 41-24 @ 1050 FNL & 500 FEL 24-38S-23E, within a mile. It is 3430' away. (In addition, W:ntershall has applied to drill the Horse Canyon 13-14 Federal @ 460 FSL & 500 FWL 13-38S-23E.)

### 4. PROPOSED PRODUCTION FACILITIES

The type and layout of the production facilities are not known now. A Sundry Notice will be submitted for approval before they are installed.

All permanent (on site for 6 or more months) surface facilities will be painted a flat, nonreflective, neutral color to match the trees or soil. Painting will be completed within 6 months of installation. Parts required to comply with OSHA colors will be excluded.

If a tank battery is built, it will be surrounded by a dike of sufficient capacity to contain 150% of the storage capacity of the battery. All loading lines will be placed inside the dike.

All site security guidelines in 43 CFR 3162 7 will be obeyed. All product



lines entering and leaving hydrocarbon storage tanks will be effectively sealed.

All off-lease storage, off-lease measurement, or commingling on-lease or off-lease must have the prior written approval from the District Manager.

Any gas meter run will be within 500' of the wellhead. The gas flowline will be buried from the wellhead to the meter and 500' downstream of the meter run and any production facilities. Meter runs will be housed and/or fenced

The oil and gas measurement facilities will be installed on the well pad. Meters will be calibrated in place before delivery begins. Meter accuracy tests will be conducted monthly for the first 3 months on new meters, and at least quarterly thereafter. The Resource Area will be provided with a date and time for the initial meter calibration and all future meter proving schedules A copy of the meter calibration reports will be sent to the Resource Area All meters will conform with the API standards for liquid hydrocarbons and AGA standards for natural gas measurement

# 5. WATER SUPPLY (See PAGE 16)

Water will be trucked from an artesian well on BLM administered land in NENW Sec 27, T. 40 S, R 23 E BLM has given Hay Hot Oil, Inc. permission to truck water from this well. An Application to Appropriate Water (09-1419 [A60809]) has been approved by the State of Utah Div. of Water Rights



#### 6. CONSTRUCTION MATERIALS

Pad construction materials are native *in situ* soils on lease. The use of materials under BLM jurisdiction will conform to 43 CFR 3610.2-3.

#### 7. WASTE DISPOSAL

The reserve pit will be lined with minimum 6 mil plastic More than half of the capacity will be in cut it will be fenced on 3 sides with woven wire topped with barbed wire. The 4th side will be fenced once the rig moves off. The fence will be kept in good repair while the pit is drying.

All trash will be placed in a pertable trash cage. When full, it will be hauled to an approved landfill in Colorado. The road and pad will be kept litter free.

Human waste will be disposed of in 20' deep ratholes or chemical toilets. The ratholes will be immediately filled when the trailers are removed.

Produced water will be confined to a lined pit for a period not to exceed 90 days after initial production. During the 90 day period an NTL-2B application will be submitted for the District Manager's approval of a permanent disposal method and site.

#### 8. ANCILLARY FACILITIES

There will be no formal camp, though 2 camper trailers may on site for the company man and tool pusher.



#### 9. WELL SITE LAYOUT

See PAGES 18-20 for depictions of the well pad, cross sections, cut and fill diagrams, reserve pit, burn pit, access road onto the pad, parking, living facilities, soil stockpile, and rig orientation.

The top 3" of soil material will be removed from the location and stockpiled on the southwest side. Topsoil along the access will be reserved in place.

#### 10. RECLAMATION

Immediately upon completion of drilling, all trash and debris will be collected from the pad and surrounding area and placed in the trash cage.

Wintershall's dirt contractor will call the Resource Area 48 hours before starting reclamation that involves earth moving equipment, and upon completion of reclamation The reserve pit must be completely dry before it is backfilled.

All disturbed areas will be recontoured to blend as nearly as possible with the natural topography. This includes removing all berms and refilling all cuts.

The stockpiled topsoil will be spread evenly over the disturbed area. All disturbed areas will be ripped 12" deep with the contour

Seed will be broadcast between October 1 and February 28 with the following prescription. A harrow or similar implement will be dragged over the area to assure seed cover



8 ib/ac Crested wheatgrass (Agropyron desertorum)
i ib/ac Desert bitterbrush (Purshia glandulosa)
i ib/ac Fourwing saltbush (Atriplex canenscens)
i ib/ac Yellow sweetclover

After seeding is complete, the stockpiled trees will be scattered evenly over the disturbed area. The access will be blocked to prevent vehicle access and water bars built as follows

<u>Grade</u>	Spacing
2%	Every 200'
2-4%	Every 100'
4-5%	Every 75'
5%+	Every 50'

The reserve pit and that part of the pad not needed for production will be reclaimed as previously described Enough topsoil will be kept to reclaim the remainder of the pad at a future date. The remaining topsoil stockpile will be seeded in place using the prescribed seed mix.

#### 11. SURFACE OWNER

The surface owner of the pad and the road requiring construction is the U S. Government

## 12. OTHER INFORMATION

The dirt contractor will be provided with an approved copy of the surface use plan. The dirt contractor will fence the northwest side of the pad to avoid inadvertent damage to a cultural resource.



There will be no change from the proposed drilling and/or workover plan without prior approval from the District Manager A Sundry Notice will be filed for approval for all changes of plans and other operations per 43 CFR 3164.

Safe drilling and operating practices must be used All wells, whether drilling, producing, suspended, or abandoned will be identified per 43 CFR 3162.2.

If subsurface cultural materials are exposed during construction, work in that spot will stop immediately and the Resource Area will be called. All people who are in the area will be informed by Wintershall that they are subject to prosecution for disturbing archaeological sites or picking up artifacts, including arrowheads

This permit will be valid for one year from the date of approval. After the permit expires, a new application will be filed for approval of any future operations.

The District Office's mailing address is P.O Box 970, Moab, Utah 84532. The phone number is (801) 259-6111 Ask for Greg Noble.

The Resource Area's mailing address is P.O. Box 7, Monticello, Utah 84535. The phone number is (801) 587-2141. Ask for Rich McClure for surface problems. Ask for Mike Wade for subsurface problems.

The nearest hospital is a 50 minute drive to Monticello, Utah It is 3 blocks northwest of the intersection of US 666 and US 191. Phone number is (801) 587-2116 The nearest medically equipped helicopter is in Grand Junction, Colorado, at St. Mary's Hospital Call (303) 244-2550.



#### 13. REPRESENTATION AND CERTIFICATION

For questions concerning the APD, please contact-

Brian Wood Permits West, Inc. 37 Verano Loop Santa Fe, NM 87505 (505) 984-8120

The field representatives for Wintershall Corporation are:

John Lowry, Area Superintendent Wintershall Corporation PO Box 23 Towaoc, Co. 81334 (303) 565-7773

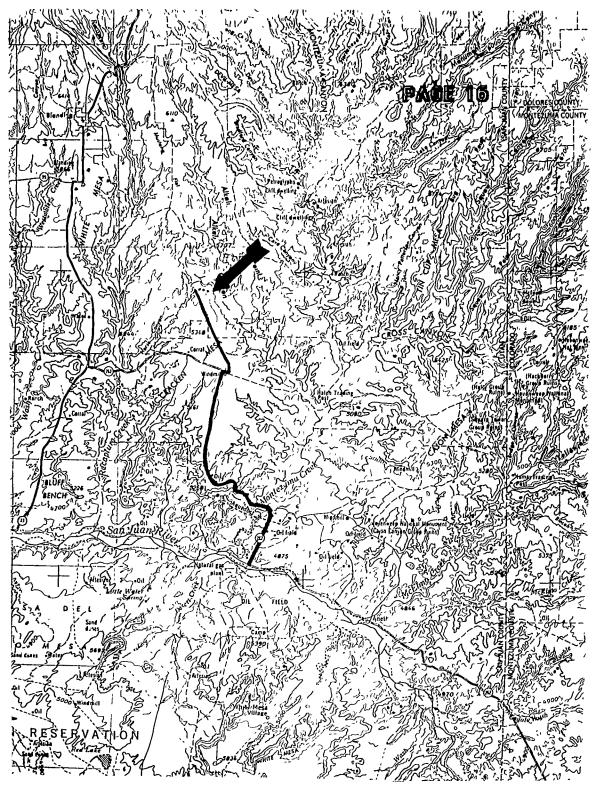
[Home: (303) 565-4880]

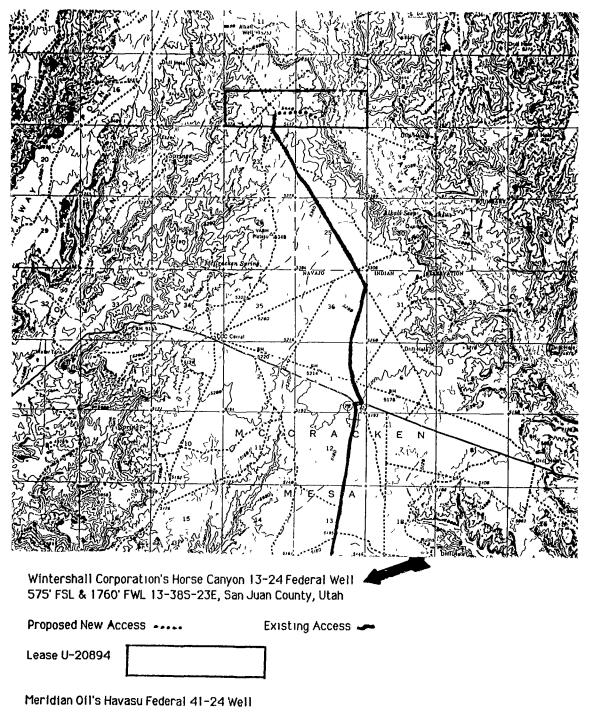
Raiph Sloane, Jr. Consultant 797 Road 3000 Aztec, NM 87410 (505) 327-9171

#### CERTIFICATION

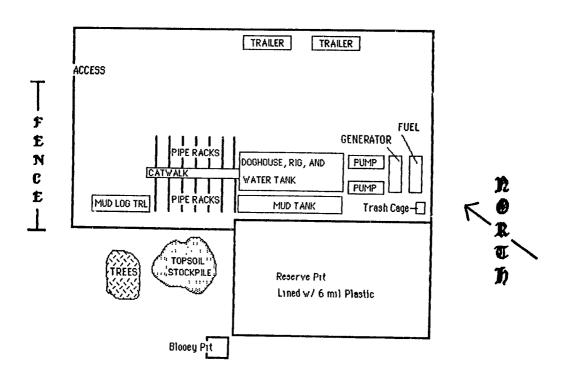
i hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and that the work associated with operations proposed herein will be performed by Wintershall Corporation and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

Brian Wovember 6, 1986





PERMITS WEST. INC



NOTE: Fence Edge of Pad Which Is Southwest of Road



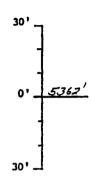
# PAGE 20

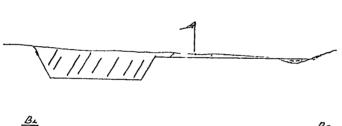
Cut ///// Fill Scales: 1" = 60' H. 1"=30' V.

13-24 Horse Canyon

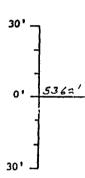
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CK



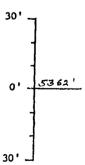


BR



24

AR



#### ENGINEERS CALCULATION SHEET

JOB OR AUTH, NO.
PAGE 21
DATE
вү
Southeast-Southwest Quarter of Sec 13
1. & 3.
Northeest-Northwest Querter of Sec. 24
1 & 3.

- 1. 400' x 400' drilling window complying with Rule 302
- 2. Location at which applicant requests permission to drill:
- 3.  $400' \times 400'$  drilling window at which wells have been (none have) or could be drilled directly or diagonally offsetting the proposed location
- 4. Wintershall Corporation is the designated operator of all oil and gas leases within a 460' radius of the proposed location

Form 3160-3 (November 1983) (fameliy 9-331C)

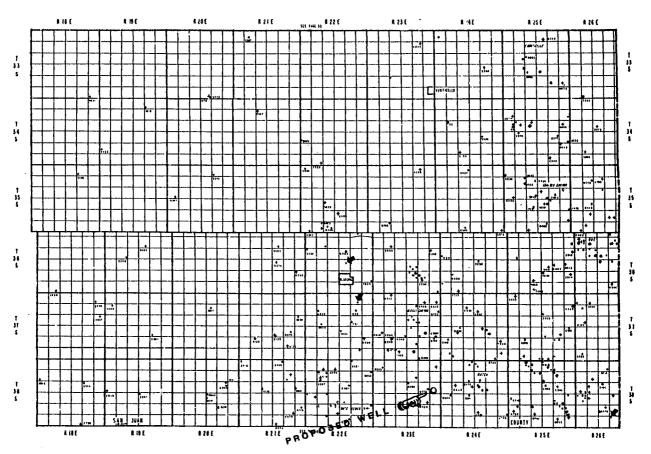
# SUBMIT IN TRIPLICATE.

(Other instructions on reverse side)

Form approved.
Budget Bureau No. 1004-0136
Expires August 31, 1985

		FLAND MANAGE	_		5 LEARS DESIGNATIO	M AMD BERIAL NO.
	U-20	894				
_APPLICATIO	N FOR PERMIT	TO DRILL, D	EEPEN, OR PLUG I	BACK	6 IF INDIAN, ALLOTT	
In. TYPE OF WORK		DEEDENI C			N/	• •
D TIPE OF WELL	RILL D	DEEPEN [			7. UNIT AGREEMBRY	A
2 HAME OF OPERATOR	WELL OTHER		SONE MULTE SONE SONE		Horse	
3 ADDRESS OF OFERATOR	Wintershall C	Corporation	(303) 694	I-098 <u>8</u>	9. WELL NO 13-24 F	
4 LOCATION OF WELV (	5251 DTC Pky	vy., Ste. 500	Englewood, Co.	80111	10 FIELD AND POOL,	OR WILDCAT
At surface		L & 1760' FW			Wild	<del>-</del>
At proposed prod. so	ne _		(02011)			
14 DISTANCE IN MILES	Same	AREST TOWN OR POST	DEFICE*		13-385-23	E SLBM .
	12 air miles			Į	12 COUNTY OR PARIS	1
10. DISTANCE FROM PROP		11	6 NO OF ACRES IN LEASE	17 NO 0	San Juan .	Utah
PROPERTY OR LEARER (Also to nearest dr)	LINE, FT g unit line, if any)	575'	640	ł		40
18 DISTANCE FROM PRO- TO MEARTET WELL, E OR APPLIED FOR, ON TH		1,265'	9 PROPOSED DEPTH 6,265'	20 ROTAR	T OR CABLE TOOLS	Rotary
21. ELEVATIONS (Show wh	ether DF, RT, GR, etc.)	5,363' ungr	aded	·	UDON AL	
23			AND CEMENTING PROGRA	.м	1 Open 74	
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					QUARTIFF OF CEME	NT
1 Wel	l is located o	   federal cur	face and subsurf		Min	1 0 1986
2 ROP	cacing and	comenting of	rograms are on P	ace.		± 3 1200
3. Reg	, casing, and i Uest an excen	tion due to	topography (avoi	AGES 2	:-4.	1 1111
is a	n exception to	the quarter	quarter line, NO	T As A	wasii). wei	n
Prop	osed unorthod	ov location	quarter time, No	i to ti	ne lease line	•
comi	ared to close	not outbode	will reduce en	vironme	entai impaci	
Char	nov Oil Come	est orthogox	location. Willi	am C.	Armour, Jr.	;
Chui	ney OH Comp	any; and lex	kaco Producing 1	nc. are	the lessees	5
01 F	ecord and ha	ve designate	ed Wintershall	Corpora	ation as the	3
oper	ator of all	lands within	n a minimum 5	75' ra	dive of the	
prop	osea well. Se	e PAGE 17	for lease descrir	tion '	See DAGE 21	
for (	diagram illusti	rating option	ns <i>per</i> UDOGM R	ule 302	2 1(c)	•
IN ABOVE SPACE DESCRIPE	PROPOSED PROFESSION TA		or plug back, give data on proits on subsurface locations and			d new productive
24 Preventer program, ir any	<u>'-                                    </u>				vertient depti	is Give blowout
BIGNED TIE	Looof		Consultant		Nov.	6, 1986
(This space for Feder	ral or State office use)				DATE	
PERMIT NO			. APPROVAL DATE			
APPROVED BY CONDITIONS OF APPROVA	II. IP ANY	717LE _			D.C.	···
	en er ARE				_ DATE	<del></del>
		cc: How	rell (3), Lowry (3),	MD0 (3	5), SJRA (1), (	JD00M (2)

**UNITED STATES** 





OPERATOR Montershall	earl.	DAT	E_11-13-86
HELL NAME Horse Canyon	Feed. 13-	24L	
WELL NAME Horse Canyon  SEC SE SW 13 T 385 R	27E 00	DUNTY 🔀	hen Jesen
			77
43-037-31285 API NUMBER		FILL TYPE OF	LEASE
CHECK OFF			
PLAT	BOND		NEAPEST WEL!
LEASE	FIELD		POTASH OR OIL SHALE
PROCESSING COMMENTS No other well within	921		•
Med water Sund			<del></del>
Med water fromt	Ted.		
APPROVAL LETTER	<del></del>	······································	
SPACING 203 UNIT			302
CAUSE NO 8	A DATE	<i>u</i>	302 1
STIPULATIONS			
-			

frt 14 01 35

STATE ACTIONS Mail to: A-95 Coordinator, State Clearinghouse, 124 State Capitol, SLC, Utah 84114, 533-4971 State Application Identifier Numbe 1. Applicant DIVISION OF OIL, GAS AND MINING 3 TRIAD CENTER, SUITE 350 Approximate date project will star SALT LAKE CITY, UTAH 84180-1203 UPON APPROVAL 4. Areawide clearinghouse(s) receiving copy of STATE ACTION: (to be sent out by applicant) SOUTHEASTERN UTAH ASSOCIATION OF LOCAL GOVERNMENTS /7 Land Acquisition /y/ Permit / / License Lease 5. Type of action: /// Land Exchange Land Sale Title of proposed action: APPLICATION FOR PERMIT TO DRIVE 7. Description: Wintershall Corporation intends to drill a wildcat well on federal lease number U-20894 in San Juan County, Utah. The Division of Oil, Gas and Mining has reviewed the application and is prepared to issue state approval to drill. This action is being presented to RDCC for consideration of resource issues affecting state interests. The U.S. Bureau of Land Management is the primary review agency in this case and must also issue approval to drill before operations can commence. Land affected (Site location map required) (Indicate county) 43-037-31285 SE/4, SW/4, Sec.13, T.38S, R.23E, San Juan County, Utah Has the city/county been contacted regarding necessary zoning & building permits? Unknown 10. Possible significant impacts like'y to occur: No significant impacts are likely to occur.

Name and phone number of district representative from your agency near project site, Mr. William Hutchinson 1-259-8151 if applicable. Signature and Atle of authorized official 12. For further information, contact:

Phone: John Baza, 538-45340

Petroleum Engineer Date: 7/81



355 W North Temple • 3 Triad Center • Suite 350 • Salt Lake City, UT 84180-1203 • 801-538-5340

November 14, 1986

Wintershall Corporation 5251 DIG Parkway, Suite 500 Englewood, Colorado 80111

#### Gentlemen:

Re: Horse Canyon Federal 13-24 - SE SW Sec. 13, T. 38S, R. 23E 575' FSL, 1760' FWL - San Juan County, Utah

Approval to drill the referenced well is hereby granted in accordance with Rule 302.1, Oil and Gas Conservation General Rules, subject to the following stipulations:

 Prior to commencement of drilling, receipt by the Division of evidence providing assurance of an adequate and approved supply of water as required by Chapter 3, Title 73, Utah Code Annotated.

In addition, the following actions are necessary to fully comply with this approval:

- Spudding notification to the Division within 24 hours after drilling operations commence.
- Submittal to the Division of completed Form OGC-8-X, Report of Water Encountered During Drilling.
- Prompt notification to the Division should you determine that it is necessary to plug and abandon this well. Notify John R. Baza, Petroleum Engineer, (Office) (801) 538-5340, (Home) 298-7695, or R. J. Firth, Associate Director, (Home) 571-6068.
- Compliance with the requirements and regulations of Rule 311.3, Associated Gas Flaring, Oil and Gas Conservation General Rules.

Page 2 Wintershall Corporation Horse Canvon Federal 13-24 November 14, 1986

- 5. Prior to commencement of the proposed drilling operations, plans for toilet facilities and the disposal of sanitary waste at the Urill site shall be submitted to the local health department having jurisdiction. Any such drilling operations and any subsequent well operations must be conducted in accordance with applicable State and local health department regulations. A list of all local health departments and copies of applicable regulations are available from the Division of Environmental Health, Bureau of General Sanitation, telephone (801) 533-6163.
- 6. This approval shall expire one (1) year after date of issuance unless substantial and continuous operation is underway or an application for an extension is made prior to the approval expiration date.

The API number assigned to this well is 43-037-31285.

Sincerely.

Associate Director, Oil & Gas

20 Enclosures

cc: Branch of Fluid Minerals D. R. Nielson

8159T

Form 3160-3 (November 1983)

# HAUTED CTATES

SUBMIT IN TRIF TE\* (Other instructions on

Form approved.
Budget Bureau No. 1004-0136
Funises August 21 1085

(formerly 9-331C)		ED SINIES			Expires August	31, 1985
		F OF THE INT LAND MANAGE	7 / 2 / 1 / 2	05	5 LEASE DESIGNATION U-208	
	N FOR PERMIT	TO DRILL, DE	EPEN, OR PLUG	BACK	6 IF INDIAN, ALLOTTES	
1a. TYPE OF WORK  DF	RILL 🖳	DEEPEN 🗆	, PLUG BA	CK 🗆	7 UNIT AGREEMENT NA	
•	GAS OTHER		SINGLE MULTI ZONE ZONE	PLE 🖳	8. PARM OR LEADE NAM Horse Ca	
3 ADDRESS OF OPERATOR	Wintershall Co	orporation	(303) 694	<u>1-0988</u>	9 WBLL NO 13-24 Fe	
4. LOCATION OF WELL (	5251 DTC Pkw	y., Ste. 500,	Englewood, Co.	80111	10 FIELD AND POOL, OF WILL	
At surface		& 1760' FW			11. asc, T, R, M., OR B AND SURVEY OR AR	LK. Ba
At proposed prod so	Same		43.037.31	85	13-385-23E	
14 DISTANCE IN MILES	12 air miles			_	San Juan	Utah
15 DISTANCE FROM PRO- LOCATION TO NEARE PROPERTY OR LEAR (Also to pearest dr	PUBED*	575'	640		F ACRES ASSIGNED "IS WELL	40
18 DISTANCE FROM THE	DOBED LOCATIONS DRILLING, COMPLETED,	1,265'	6,265'	20 ROTA		Rotary
21 RESVATIONS (Show w	hether DF, RT, GR, etc.)	5,363' ungr	aded		Upon Ap	
23	1	PROPOSED CASING	AND CEMENTING PROGE	AM		
SIZE OF HOLE	BIZE OF CABING	REIGHT PER FOOT	BETTING PTH	_	QUANTITY OF CEMEN	T
	_			-		

DIVISION OF DIM CASE TO MINE

is to deepen or plug back, give data on present produce pertinent data on subsurface locations and measured	uctive sone an I and true vert	d proposed ne- ical depths	w productive Give blowout
Consultant	DATE _	-	
APPROVAL DATE			4000
Acting Cistrict Mana	HER	NOV 18	1986
-	CONSULTANT  TITLE  APPROVAL DATE	Consultant  TITLE	APPROVAL DATE NOV. 18

FLARING OR VENTING OF GAS IS SUBJECT OF NTL 4-A **DATED 1/1/80** 

cc: Howell (3), Lowry (3), MDO (3), SJRA (1), UDOOM (2)

\*See Instructions On Reverse Side TIONS OF APPROVAL ATTACHED

Wintershall Corporation Well No. Horse Canyon 13-24 Federal Sec. 13, T. 38 S., R. 23 E. San Juan County, Utah Lease U-20894

#### CONDITIONS OF APPROVAL

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

#### A. DRILLING PROGRAM

The well will not be spudded after November 28, 1986 unless production has already been established at the Horse Canyon Federal 13-14 Well.

If this well is spudded before the Federal 13-14 well, it must be completed by December 19, 1986.

This APD will be rescinded if neither well is spudded by November 28, 1986.

Form 1160-5 (November 1083 Formerly 9 - 331)	DEPARTMEN C	O STATES OF THE INTERI	400008	Espire - 5   EABE DE	approved of three No. 1004 OF See August 31, 1985 FRIGWATION AND REGIAL NO. 1-20835 OR TRIPE SAME
	DRY NOTICES A		ON WELLS  nack to a different reservoir  reposals	0 is indix	N/A
on.	1171			7 UNIZ AGE	EREMENT NAME
Wintershall Co		(303) 69	4-0988	i	N/A LEASE HAVE Se Canyon
	way, Suite 500, I	•		9 WELL NO	-24 Federal  Wildcat
Surface: 575' f	SL & 1760' FWL	Bottom: Se	ime	BURY	, B , M , OR BLE AND BY OR AREA BS-23E SLBM
<sup>1</sup> 45 <sup>4</sup> 057 <sup>2</sup> 31285	5,36	3"ungraded""	RT GR etc.)	Sen Ju	on Parise 18 STATE
18	Check Appropriate	Box To Indicate N	lature of Notice, Report, o	r Other Data	
•	NOTICE OF INTENTION TO		AUB	SEQUENT BEFORE	OF.
TEST WATER HILT OF FRACTURE TREAT RHOOT OR ACIDIZK REPAIR WELL	TELL OR ALL MULTIPLE C ABANDON*	OMITETE	WATER SHUT-OFF  FRACTI BE TREATMENT  SHOOTING OR ACIDITING  (Other)		REPAIRING WELL ALTERING CASING ABAYDONMENT®
(Other)  17 DESCRIBE CROPOSED OF Proposed Work of	COMILETED OFFRATION OF Well is directionally drilled	lette stile til p rithen	NOTE Report rea impletion or Reco t details and give pertinent da tions and measured and true ve-	impletion Report	

Will change water source as described on PAGE 10 of APD. New source is NESE Sec. 13, T. 39 S., R. 24 E. Land is private and owner has given permission. Our use approved by Div. of Water Rights Nov. 21, 1986.

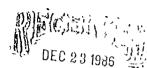


DIVISION OF OIL. GAS & MINING

 I bereby certify at brief color is try and correct SIGNED TO TO STATE OFFICE USE)	TITLE	Consultant	DATE 1/-24-86
APPROVED BY CONDITIONS OF APPROVAL, IF ANY	TITLE	IIDOM (2)	DATE

cc: BLM (3), Clausen (1), Howell (1), UDOGM (2)

\*See Instructions on Reverse Side



# FILING FOR WATER IN THE STATE OF LITAH

Platted 7 Microfilmed \_\_\_

DIVISIONOE OIL CASE APMINIO

# APPLICATION TO APPROPRIATE WATER

Roll #

For the purpose of acquiring the right to use a portion of the unappropriated water of the State of Utah. application is hereby made to the State Engineer, based upon the following showing of facts, submitted in accordance with the requirements of the Laws of Illah

WATER USER CLAIM NO. 09 - 1486

APPLICATION NO. T62164

1. PRIORITY OF RIGHT: November 7, 1986

FILING DATE: November 7, 1986

2. OWNER INFORMATION

Name: Wintershall Corp. c/o Permits West Inc. Address: 37 Verano Loop, Santa Fe, NM 87505 The land is not owned by the applicant(s), see explanatory.

- 3. QUANTITY OF WATER: 8.0 acre feet (Ac. Ft.)
- 4. SOURCE: Underground water well DRAINAGE: San Juan River POINT(S) OF DIVERSION: COUNTY: San Juan (1) S. 3915 feet. W. 1055 feet. from the NE Corner of Section 13. Township 39 S. Range 24 E. SLB&M Description of Diverting Works: 8 Inch diameter well 566 ft. COMMON DESCRIPTION: Hatch Trading Post
- 5. NATURE AND PERIOD OF USE Oil Exploration From November 15 to November 14.
- 6. PURPOSE AND EXTENT OF USE Oll Exploratio: Drilling and dust control
- 7. PLACE OF USE

	,	<u> </u>	••	<u> </u>																	
	The	wa.	er.	l s	used	In	all	or	parts	of	each	of	the	follow	ing	legal	subd	IVISIO	115.		
				1	North	Eas	t Qua	rter	1	Nort	h West	Que	rter	l Sc	outh	West Qua	rter	l Sc	outh	East Qu	arter
-	TOWN	RANG	E SE	CIN	H NW	1 :	SWł	SE 1	NE }	N	Wł S	Wł	SE #	NE 1	HWł	SWł	SE 1	NE 1	NW1	SWI	SE 1
:	38 S	23	E 13	I_		,										X	Х				

All locations in Sait Lake Base and Meridian

#### **EXPLANATORY**

A maximum of 4.00 acre feet of water will in used for each of 2 wells for a total of 8,00 acre feet.

The land is owned by Sher on match. Mr. Hatch has agreed to allow Wintershall to hauf water from his 8-inch diameter, 566 feet deep well.

Will supplement prior rights contained in application 09-252 (A30955).

The two wells to be drilled are:

Horse Canyon #13-14 Federal (N. 460 ft. & E. 500 ft. from SW Cor. Sec. 13. T38S, R23E, SLB&M, SW4SW4).

Horse Canyon #13-24 Federal (N. 575 ft. & E. 1760 ft. from SW Cor. Sec. 13. T38S, R23E, SLB&M, SE4SW4).

expres 1/-21-87 award 11-21-86

#### Wintershall Energy



(B) SEP 25 1 37 . J

214 1 1

September 20, 1989

Utah, Natural Resource
Oil, Gas & Mining
355 West North Temple
3 Triad Center, Suite 350

Salt Lake City, UT 84180-1203

Reference Change of Operating Name Utah Account No N9555

Gentlemen

As evidenced by the enclosed copy of Certificate of Merger, Attachment A, effective August 1, 1989, Wintershall Corporation was merged into BASF Corporation Wells formerly operated in the name of Wintershall Corporation will now be operated in the name of BASF Corporation Also enclosed as Attachment B is a listing of wells involved in the merger

Because this transaction is a merger rather than change in ownership, it is requested that the Utah account number assigned to Wintershall Corporation be transferred to BASF Corporation Your favorable consideration of this request would be greatly appreciated

If you have any questions or if additional information is required, please contact me at (713) 850-2509

Yours very truly, Chasmaine Stone

Charmaine Stone

Regulatory & Production Analyst Supervisor

encls

ATTACHMENT A

REAL PROPERTY RECORDS

PAGE - 401 073612 646

State of Belaware



# Office of Secretary of State

1. BIGHALL BARKING, SE'SHITARY IT STATE OF THE STATE OF DELAWARE DO BERBBY CERTIFY THE ATTACHED IS A TRUE AND CORDECT COPY OF THE CERTIFICATE OF MEPGER OF DELAWARE CORPURATIONS OF PASE CORPORATION FILED IN THIS OFFICE ON THE SECOND DAY OF AUGUST, A D. 1989, AT 18 C CLOCK / M

1 1 1 1 1 1 1 1 1 1



899235017

AUTHENTICATION: 2314914

DATE: 08/24/1989

% 0736 647

FORMET. ・ここにはお問題で

CERTIFICATE OF MERGER

MERGING

WINTERSHALL CORPORATION

OTKI

BAST CORPORATION

LLED

AUG 2 1989 10AM

Pursuant to Section 251 of the General Corporation Law of the State of Delaware

BASE CORPORATION, a Delaware corporation, hereby cartifies as follows:

The constituent corporations are WINTERSHALL CORPORATION and BAST CORPORATION. Each corporation is incorporated in the State of Delawara.

SECOND: An Agreement of Herger dated as ods. 3/, 1989, has been approved, adopted, certified, executed, and acknowledged by each of the constituent corporations in accordance with Section 251(c) of the General Corporation Law of the State of Delaware.

THIRD: The name of the surviving corporation is BASF CORPORATION.

The Certificate of Incorporation of the FOURTH: surviving corporation shall be that of BASF CORPORATION.

The executed Agreement of Margar is on file at the principal place of business of the surviving corporation, which is located at & Campus Drive, Parsippany, N. J. 07054.

A copy of the Agreement of Merger will be furnished by the surviving corporation, on request and without cost, to any stockholder of the constituent corporations.

SZVENTH: This Certificate of Mergar and the Agreement of Merger shall become effective on June 1 , 1989 at 1710/ 48. m.

IN WITHESS WHEREOF, BASE CORPORATION, the surviving corporation, has caused this statement to be signed by its officers therento duly authorized as of this 3/4 day of

BASY CORPORATION

J.V Dieter Stein

President

(\$68.).)

ATTEST:

Assistant Secretary -Helmuth Aldinger ATTACHMENT B

# BASE CORPORATION

# EFFECTIVE AUGUST 1, 1989

STATE	FIELD	WELL NAME	WELL NO.	API NO.
~ UT	NANCY	NANCY FEDERAL	01-03	43037307410051
~ UT	NANCY	NANCY FEDERAL	03-11	436373090200D2
∼ uT	NANCY	NANCY FEDERAL	03-22	430373090100s1
► UT	NANCY	NANCY FEDERAL	03-32	430373089800S1
∼ ut	NANCY	NANCY FEDERAL	03-44	430373081700S1
~ UT	NANCY	NANCY FEDERAL	11-11	430373090300S1
∼ ut	NANCY	NANCY FEDERAL	11-22	430373081400S1
∼ ut	NANCY	FEDERAL	34-32	430373082500S1
リエ	How	CHO 13 24		1373731085

SEP 25 Lot

#### FE RUARY 8, 1994

TO: WELL FILE

FROM: K. M. HEBERTSON

RE: Status, Horse Canyon Federal 13-24 43-037-31285 13-38S-23E

Per telephone conversation with the operator concerning the status of this well, it was determined that the well will not be drilled and the operator has acknowledged that the APD has expired. The operator has been informed that the APD will need to be refiled in order to drill this well at a future date.

As of the above date the APD has been rescinded and the file sent to the LA archives.

KMH